

PSC No: 120 - Electricity  
New York State Electric & Gas Corporation  
Initial Effective Date: January 1, 2007

Leaf No. 125  
Revision: 4  
Superseding Revision: 2

SERVICE CLASSIFICATION NO. 1 (Continued)

SPECIAL PROVISIONS: (Cont'd)

(a) Seasonal Service (Cont'd.)

Merchant Function Charge

All customers served under this Service Classification taking service under the NYSEG Fixed Price Option (FPO) will be required to pay a Merchant Function Charge as set forth herein and as further described in General Information Section 25.D.

The Merchant Function Charge will be phased in as set forth below:

	Effective Date		
	01/01/07	07/01/07	01/01/08
All kilowatt-hours, per kilowatt-hour	\$0.0034	\$0.0028	\$0.0022

(b) Multiple Dwellings:

Two or more individual flats, apartments or dwelling units presently supplied service through one meter may be billed under this service classification.

(c) Commercial Use:

When a customer operates a commercial establishment (incidental to his residence) in the same building or on the same premises as his residence and takes his entire service through one meter, this classification will apply for the entire service only if the connected load in the residential portion exceeds that in the commercial portion, provided that the connected load in the commercial portion does not exceed 1.5 kW. If the reverse is true, the general classification will apply to the entire service. However, the customer may elect to take service under both the residential and general rates, in which case there will be a separate meter for the residential portion and a separate meter for the general portion.

(d) Budget Billing:

Customers may, by signing an application, be billed monthly in accordance with the plan set forth in Section 4-0 of P.S.C. No. 119 - Electricity or superseding issues thereof.

(e) Quarterly Payment Plan:

Effective November 29, 1985, as required by Public Service Law Section 38, the Company will offer any residential customer, 62 years of age or older, a plan for payment on a quarterly basis of charges for service rendered, provided that such customer's average annual billing is not more than \$150.

(f) Reserved for Future Use

Issued in compliance with order in Case No. 05-E-1222 dated 08/23/06.

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York